

5/14/2015

SS proud of the fact that he was doing deals

Kandle - SS had heard of company before

RS knew SS was working on the deal

RS knew he traded on confidential information from SS

RS mentioned Kandle to Mark Rosch - titan

"company is in play"

RS gave RC information - RC traded on it.

RS and RC talked about expiration dates w/ options

RS didn't want to buy options/stocks in his own name

didn't want people asking about his trading

wanted to keep SS out of it - was worried

RS/SS talked about trading after FIMRA letter.

SS told RS companies and specifics of deal

RS told RC

RS asked Sam for updates on deals because he knew

RC was invested in the stocks

RS took advantage of what he was ^{SS} doing.

RS gave confirmation to PC on deals

PC told RS what his share of profits were.

RS thought he would do a little bit and make it OK

\$50K investment in SARACO is proceeds from one fusion deal
+ another \$40-50K in cash payments maybe more.

Mark Bisher invested in Kindle.

"served it up on a silver platter" SS was drinking that day

SS: "if you had invested you would have made millions"

Financial pressure on RS reason he traded.

RS terrible businessman

SS thinks his parents have much more money than they do.
raised kids, paid for college, worked two jobs

Kindle proceeds used to pay for SS's wedding
what his wife thought they should have

RS did not help pay for divorce

RS borrowed money from SS to invest in SARACO - cinnamon
\$30-75K

paid him back

small CPA company
did not get paid by Pete Siciliano

most of money to keep RS afloat in last few years came
from Mother's estate.

RS was deposit ^{last} payment from RC into bank.

RC wrote 2-3 checks to RS - deposited those into bank.

after
FINRA deal - SS surprised and angry at RS and
also nervous

SS relationship w/ RS not good when SS was drinking
better ~~now~~ now